

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 5033-01  
Bill No.: HB 1738  
Subject: Taxation and Revenue - Income: Health Care  
Type: Original  
Date: May 4, 2004

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**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
General Revenue	\$30,745 to (\$69,255)	\$0 to \$100,000	\$0 to \$100,000
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>\$30,745 to (\$69,255)</b>	<b>\$0 to \$100,000</b>	<b>\$0 to \$100,000</b>

<b>ESTIMATED NET EFFECT ON STATE FUNDS</b>			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Sickle Cell Anemia Fund*	\$0	\$0	\$0
<b>Total Estimated Net Effect on <u>All</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

\*Assumes an unknown amount of contributions distributed to the Fund annually.

Numbers within parentheses: ( ) indicate costs or losses.  
This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

### FISCAL ANALYSIS

#### ASSUMPTION

Officials of the **Department of Health and Senior Services** sated that this legislation would not be expected to fiscally impact their agency. If a fiscal impact were to result, funds to support the program would be sought through the appropriation process.

Officials of the **State Treasurer (STO)** assume this legislation establishes a check-off on the front page of the tax return for contributions to the Sickie Cell Anemia Fund.

- in the state treasury
- treasurer is custodian of the fund
- treasurer shall approve disbursements from the fund accordance with the proposal and sections 30.170 and 30.180, RSMo (the Treasurer, currently, does not approve disbursements
- exempt from the biennial transfer
- retains interest earnings

STO would approve disbursements from the Sickie Cell Anemia Fund. STO currently does not approve disbursements, therefore STO requests one FTE at the Accounting Analyst I level plus the corresponding expense and equipment.

**Oversight** assumes STO's current staff can handle the increase in workload created by this ASSUMPTION (continued)

proposal since this proposal would require two distributions per year.

Officials of the **Department of Revenue (DOR)** state this legislation establishes a check off on the individual and corporate tax returns for the Sickle Cell Anemia Fund. The contribution designation must be clearly printed on the first page of the income tax forms. DOR is to deposit at least monthly all contributions to the Fund, which is also created by this legislation.

Taxation will have to modify the MINITS and COINS systems to allow for the check off to be added to the tax returns and for the accountability of the contributions. DOR assumes it will take 1,384 hours of programming on the MINITS system and 692 hours of programming on the COINS system, at a cost of \$69,255. DOR defers any revenue impact to BAP.

Department of Revenue officials assume the report provided the DOR by organizations reporting their expenditures will not require DOR to maintain a database or key enter additional information. If Department officials are incorrect in that assumption then additional programming and key-entry costs would be needed.

<u>FISCAL IMPACT - State Government</u>	FY 2005 (6 Mo.)	FY 2006	FY 2007
<b>GENERAL REVENUE FUND</b>			
<u>Income</u> - 1% Collection Fee	\$0 to \$100,000	\$0 to \$100,000	\$0 to \$100,000
<u>Cost</u> - Dept. of Revenue Programming	(\$69,255)	<u>\$0</u>	<u>\$0</u>
<b>TOTAL ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>	<b><u>\$30,745 to (\$69,255)</u></b>	<b><u>\$0 to \$100,000</u></b>	<b><u>\$0 to \$100,000</u></b>
<b>SICKLE CELL ANEMIA FUND</b>			
<u>Income</u> - contributions	Unknown	Unknown	Unknown
<u>Income</u> - Application Fees	\$0 to Unknown	\$0 to Unknown	\$0 to Unknown
<u>Transfers Out</u> - to eligible organizations	(Unknown)	(Unknown)	(Unknown)
<b>ESTIMATED NET EFFECT ON SICKLE CELL ANEMIA FUND</b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>

FISCAL IMPACT - Local Government

FY 2005  
(6 Mo.)

FY 2006

FY 2007

\$0

\$0

\$0

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

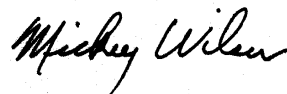
This proposal would establish an individual and corporation income tax check-off on the Missouri income tax return. The money designated by the check-off would be deposited into the Sickle Cell Anemia Fund, which would be created by this bill. The check-off is primarily for taxpayers who are to receive a refund. However, taxpayers who owe taxes may also contribute to the Fund.

Moneys in the fund would be distributed to eligible organizations. Organizations which have the cure of sickle cell anemia as their primary purpose, which are 501(c) (3) organizations, and which contribute \$1,000 to the Fund would be eligible to receive donations from the Fund.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space. This proposal would affect Total State Revenue.

SOURCES OF INFORMATION

Department of Health and Senior Services  
Department of Revenue  
State Treasurer



Mickey Wilson, CPA  
Director

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